

ORIGINAL



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BEFORE THE ARIZONA CORPORATION COMMISSION

COMMISSIONERS

2012 MAY -3 P 3:49

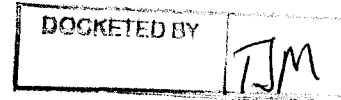
Arizona Corporation Commission

GARY PIERCE - Chairman
BOB STUMP
SANDRA D. KENNEDY
PAUL NEWMAN
BRENDA BURNS

AZ CORP COMMISSION
DOCKET CONTROL

DOCKETED

MAY 03 2012



Docket No. W-01445A-10-0517

IN THE MATTER OF THE APPLICATION
OF ARIZONA WATER COMPANY, AN
ARIZONA CORPORATION, FOR A
DETERMINATION OF THE FAIR VALUE
OF ITS UTILITY PLANT AND PROPERTY,
AND FOR ADJUSTMENTS TO ITS RATES
AND CHARGES FOR UTILITY SERVICE
FURNISHED BY ITS WESTERN GROUP
AND FOR CERTAIN RELATED
APPROVALS.

**CERTIFICATE OF FILING
OF TARIFFS**

Decision No. 73144 of the Arizona Corporation Commission entered on May 1, 2012 in the above-captioned matter directed, among other things, that Arizona Water Company (the "Company") file with the Commission the schedules of rates and charges attached to said Decision as Exhibit B and referenced in the discussion in said Decision.

The Company hereby files the attached revised tariffs in compliance with Decision No. 73144, dated May 1, 2012. The revised tariffs include General Service tariffs for the Pinal Valley (includes Casa Grande, Coolidge and Stanfield), White Tank and Ajo systems. Also included are; a revised Coin Machine (CM-266) tariff; revised Service Charge (SC-265) tariffs, one reflecting the new service charges approved for the Western Group in Decision No. 73144, and one reflecting the current Service Charges approved for the Eastern and Northern Groups in Decision No. 71845, dated August 24, 2010; a revised Private Fire service tariff (PF-242); the Off-Site Facilities Fee tariff approved in Decision No. 73144 and revised Central Arizona Project Hook-up Fee tariffs for Casa Grande, Coolidge and White Tank, renamed "Central Arizona Project M&I Fee", as ordered in Decision No. 73144.

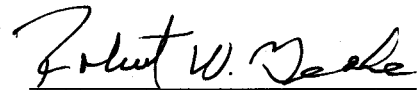
IT IS HEREBY CERTIFIED THAT on the 3rd day of May, 2012 the Company filed with the Arizona Corporation Commission, Docket Control Division, at its main office located at

1 1200 West Washington Street, Phoenix, Arizona, an original and fifteen (15) copies of the
2 foregoing tariffs.

3 RESPECTFULLY SUBMITTED this 3rd day of May, 2012.

4
5 **ARIZONA WATER COMPANY**

6
7
8 By:



Robert W. Geake
Vice President and General Counsel
ARIZONA WATER COMPANY
Post Office Box 29006
Phoenix, Arizona 85038-9006

11 Steven A. Hirsch
12 Stanley B. Lutz
13 BRYAN CAVE LLP
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15 Phoenix, AZ 85004
16 Attorneys for Applicant
17 Arizona Water Company
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1 AN ORIGINAL and fifteen (15) copies of the
2 foregoing filed this 3rd day of May, 2012 with:

3 Docketing Supervisor
4 Docket Control Division
5 Arizona Corporation Commission
6 1200 West Washington Street
7 Phoenix, Arizona 85007

8 A copy of the foregoing was mailed
9 this 3rd day of May, 2012 to:

10 Ms. Lyn A. Farmer
11 Chief Administrative Law Judge
12 Hearing Division
13 Arizona Corporation Commission
14 1200 West Washington Street
15 Phoenix, Arizona 85007

16 Mr. Steven M. Olea, Director
17 Utilities Division
18 Arizona Corporation Commission
19 1200 West Washington Street
20 Phoenix, Arizona 85007

21 Janice Alward, Chief Counsel
22 Legal Division
23 Arizona Corporation Commission
24 1200 West Washington
25 Phoenix, Arizona 85007

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Attorneys for Water Utilities Association of Arizona

By: 

REVISED GENERAL SERVICE TARIFFS



ARIZONA WATER COMPANY

WATER RATES - GENERAL SERVICE

Filed by: William M. Garfield

Title: President

Date of Original Filing: April 1, 1955

System(s): **PINAL VALLEY (INCLUDES CASA GRANDE, COOLIDGE, STANFIELD)**

A.C.C. No. 517

Cancelling A.C.C. No. 501; 502

Tariff or Schedule No. WG-284

Filed: May 3, 2012

Effective: May 1, 2012

AVAILABILITY: In Casa Grande, Coolidge, Stanfield and environs at all points where facilities of adequate capacity and pressure are adjacent to the premises served.

APPLICATION: To all water service required when such service is supplied at one premise through one point of delivery and measured through one meter. Not applicable to temporary, standby, or supplementary service.

RESIDENTIAL:

Meter Size	Minimum Charge	Commodity Rate per 1,000 Gallons Consumed
3/8" x 3/4"	\$16.00	0 - 3,000 gallons - \$1.1879; 3,001 - 10,000 gallons - \$2.1026; gallons over 10,000 - \$3.2590
1"	\$40.00	0 - 25,000 gallons - \$2.1026; gallons over 25,000 - \$3.2590
1 1/2"	\$80.00	0 - 55,000 gallons - \$2.1026; gallons over 55,000 - \$3.2590
2"	\$128.00	0 - 95,000 gallons - \$2.1026; gallons over 95,000 - \$3.2590
3"	\$256.00	0 - 195,000 gallons - \$2.1026; gallons over 195,000 - \$3.2590
4"	\$400.00	0 - 315,000 gallons - \$2.1026; gallons over 315,000 - \$3.2590
6"	\$800.00	0 - 650,000 gallons - \$2.1026; gallons over 650,000 - \$3.2590
8"	\$1,280.00	0 - 1,000,000 gallons - \$2.1026; gallons over 1,000,000 - \$3.2590
10"	\$1,840.00	0 - 1,475,000 gallons - \$2.1026; gallons over 1,475,000 - \$3.2590

COMMERCIAL:

Meter Size	Minimum Charge	Commodity Rate per 1,000 Gallons Consumed
3/8" x 3/4"	\$16.00	0 - 10,000 gallons - \$2.1026; gallons over 10,000 - \$3.2590
1"	\$40.00	0 - 25,000 gallons - \$2.1026; gallons over 25,000 - \$3.2590
1 1/2"	\$80.00	0 - 55,000 gallons - \$2.1026; gallons over 55,000 - \$3.2590
2"	\$128.00	0 - 95,000 gallons - \$2.1026; gallons over 95,000 - \$3.2590
3"	\$256.00	0 - 195,000 gallons - \$2.1026; gallons over 195,000 - \$3.2590
4"	\$400.00	0 - 315,000 gallons - \$2.1026; gallons over 315,000 - \$3.2590
6"	\$800.00	0 - 650,000 gallons - \$2.1026; gallons over 650,000 - \$3.2590
8"	\$1,280.00	0 - 1,000,000 gallons - \$2.1026; gallons over 1,000,000 - \$3.2590
10"	\$1,840.00	0 - 1,475,000 gallons - \$2.1026; gallons over 1,475,000 - \$3.2590

INDUSTRIAL:

Meter Size	Minimum Charge	Commodity Rate per 1,000 Gallons Consumed
3/8" x 3/4"	\$16.00	0 - 10,000 gallons - \$1.5500; gallons over 10,000 - \$2.4800
1"	\$40.00	0 - 25,000 gallons - \$1.5500; gallons over 25,000 - \$2.4800
1 1/2"	\$80.00	0 - 55,000 gallons - \$1.5500; gallons over 55,000 - \$2.4800
2"	\$128.00	0 - 95,000 gallons - \$1.5500; gallons over 95,000 - \$2.4800
3"	\$256.00	0 - 195,000 gallons - \$1.5500; gallons over 195,000 - \$2.4800
4"	\$400.00	0 - 315,000 gallons - \$1.5500; gallons over 315,000 - \$2.4800
6"	\$800.00	all gallons - \$1.5500
8"	\$1,280.00	all gallons - \$1.5500
10"	\$1,840.00	all gallons - \$1.5500

CONSTRUCTION:

Meter Size	Minimum Charge	Commodity Rate per 1,000 Gallons Consumed
2"	\$128.00	0 - 95,000 gallons - \$2.1026; gallons over 95,000 - \$3.2590
3"	\$256.00	0 - 195,000 gallons - \$2.1026; gallons over 195,000 - \$3.2590
4"	\$400.00	0 - 315,000 gallons - \$2.1026; gallons over 315,000 - \$3.2590

SALES FOR RESALE:

Meter Size	Minimum Charge	Commodity Rate per 1,000 Gallons Consumed
3/8" x 3/4"	\$16.00	all gallons - \$1.5500
1"	\$40.00	all gallons - \$1.5500
1 1/2"	\$80.00	all gallons - \$1.5500
2"	\$128.00	all gallons - \$1.5500
3"	\$256.00	all gallons - \$1.5500
4"	\$400.00	all gallons - \$1.5500
6"	\$800.00	all gallons - \$1.5500
8"	\$1,280.00	all gallons - \$1.5500
10"	\$1,840.00	all gallons - \$1.5500

ADJUSTMENT: Plus the applicable proportionate part of any taxes or governmental impositions which are or may in the future be assessed on the basis of the gross revenues of the Company and/or the price or revenue from the water or service sold and/or the volume of water pumped or purchased for sale and/or sold hereunder and any tax or similar assessment based on the withdrawal, delivery or use of water. In the event of any increase or decrease in taxes or other governmental impositions, rates shall be adjusted to reflect such increase or decrease.

SPECIAL PROVISIONS: Subject to the Company's Tariff Schedule SC-265.

TERMS AND CONDITIONS: Subject to the Company's Tariff Schedule TC-243.



ARIZONA WATER COMPANY

WATER RATES - GENERAL SERVICE

Filed by: William M. Garfield
Title: President
Date of Original Filing: August 10, 1965
System(s): **WHITE TANK**

A.C.C. No. 518
Cancelling A.C.C. No. 503
Tariff or Schedule No. WG-190
Filed: May 3, 2012
Effective: May 1, 2012

AVAILABILITY: In White Tank and environs at all points where facilities of adequate capacity and pressure are adjacent to the premises Served.

APPLICATION: To all water service required when such service is supplied at one premise through one point of delivery and measured through one meter. Not applicable to temporary, standby, or supplementary service.

RESIDENTIAL:

Meter Size	Minimum Charge	Commodity Rate per 1,000 Gallons Consumed	
5/8" x 3/4"	\$23.00	0 - 5,000 gallons - \$1.8000;	5,001 - 15,000 gallons - \$3.0000; gallons over 15,000 - \$5.1664
1"	\$57.50	0 - 25,000 gallons - \$3.0000;	gallons over 25,000 - \$5.1664
1 1/2"	\$115.00	0 - 50,000 gallons - \$3.0000;	gallons over 50,000 - \$5.1664
2"	\$184.00	0 - 80,000 gallons - \$3.0000;	gallons over 80,000 - \$5.1664
3"	\$368.00	0 - 160,000 gallons - \$3.0000;	gallons over 160,000 - \$5.1664
4"	\$575.00	0 - 250,000 gallons - \$3.0000;	gallons over 250,000 - \$5.1664
6"	\$1,150.00	0 - 500,000 gallons - \$3.0000;	gallons over 500,000 - \$5.1664
8"	\$1,840.00	0 - 800,000 gallons - \$3.0000;	gallons over 800,000 - \$5.1664
10"	\$2,645.00	0 - 1,150,000 gallons - \$3.0000;	gallons over 1,150,000 - \$5.1664

COMMERCIAL:

Meter Size	Minimum Charge	Commodity Rate per 1,000 Gallons Consumed	
5/8" x 3/4"	\$23.00	0 - 10,000 gallons - \$3.0000;	gallons over 10,000 - \$5.1664
1"	\$57.50	0 - 20,000 gallons - \$3.0000;	gallons over 20,000 - \$5.1664
1 1/2"	\$115.00	0 - 45,000 gallons - \$3.0000;	gallons over 45,000 - \$5.1664
2"	\$184.00	0 - 75,000 gallons - \$3.0000;	gallons over 75,000 - \$5.1664
3"	\$368.00	0 - 155,000 gallons - \$3.0000;	gallons over 155,000 - \$5.1664
4"	\$575.00	0 - 245,000 gallons - \$3.0000;	gallons over 245,000 - \$5.1664
6"	\$1,150.00	0 - 500,000 gallons - \$3.0000;	gallons over 500,000 - \$5.1664
8"	\$1,840.00	0 - 800,000 gallons - \$3.0000;	gallons over 800,000 - \$5.1664
10"	\$2,645.00	0 - 1,150,000 gallons - \$3.0000;	gallons over 1,150,000 - \$5.1664

INDUSTRIAL:

Meter Size	Minimum Charge	Commodity Rate per 1,000 Gallons Consumed	
5/8" x 3/4"	\$23.00	0 - 10,000 gallons - \$3.0000;	gallons over 10,000 - \$5.1664
1"	\$57.50	0 - 20,000 gallons - \$3.0000;	gallons over 20,000 - \$5.1664
1 1/2"	\$115.00	0 - 45,000 gallons - \$3.0000;	gallons over 45,000 - \$5.1664
2"	\$184.00	0 - 75,000 gallons - \$3.0000;	gallons over 75,000 - \$5.1664
3"	\$368.00	0 - 155,000 gallons - \$3.0000;	gallons over 155,000 - \$5.1664
4"	\$575.00	0 - 245,000 gallons - \$3.0000;	gallons over 245,000 - \$5.1664
6"	\$1,150.00	all gallons - \$3.0000	
8"	\$1,840.00	all gallons - \$3.0000	
10"	\$2,645.00	all gallons - \$3.0000	

CONSTRUCTION:

Meter Size	Minimum Charge	Commodity Rate per 1,000 Gallons Consumed	
2"	\$184.00	0 - 75,000 gallons - \$3.0000;	gallons over 75,000 - \$5.1664
3"	\$368.00	0 - 155,000 gallons - \$3.0000;	gallons over 155,000 - \$5.1664
4"	\$575.00	0 - 245,000 gallons - \$3.0000;	gallons over 245,000 - \$5.1664

SALES FOR RESALE:

Meter Size	Minimum Charge	Commodity Rate per 1,000 Gallons Consumed	
5/8" x 3/4"	\$23.00	all gallons - \$3.0000	
1"	\$57.50	all gallons - \$3.0000	
1 1/2"	\$115.00	all gallons - \$3.0000	
2"	\$184.00	all gallons - \$3.0000	
3"	\$368.00	all gallons - \$3.0000	
4"	\$575.00	all gallons - \$3.0000	
6"	\$1,150.00	all gallons - \$3.0000	
8"	\$1,840.00	all gallons - \$3.0000	
10"	\$2,645.00	all gallons - \$3.0000	

ADJUSTMENT: Plus the applicable proportionate part of any taxes or governmental impositions which are or may in the future be assessed on the basis of the gross revenues of the Company and/or the price or revenue from the water or service sold and/or the volume of water pumped or purchased for sale and/or sold hereunder and any tax or similar assessment based on the withdrawal, delivery or use of water. In the event of any increase or decrease in taxes or other governmental impositions, rates shall be adjusted to reflect such increase or decrease.

SPECIAL PROVISIONS: Subject to the Company's Tariff Schedule SC-265.

TERMS AND CONDITIONS: Subject to the Company's Tariff Schedule TC-243.



ARIZONA WATER COMPANY

WATER RATES - GENERAL SERVICE

Filed by: William M. Garfield
Title: President
Date of Original Filing: April 1, 1955
System(s): **AJO**

A.C.C. No. 519
Cancelling A.C.C. No. 504
Tariff or Schedule No. WG-101
Filed: May 3, 2012
Effective: May 1, 2012

AVAILABILITY: In Ajo and environs at all points where facilities of adequate capacity and pressure are adjacent to the premises Served.

APPLICATION: To all water service required when such service is supplied at one premise through one point of delivery and measured through one meter. Not applicable to temporary, standby, or supplementary service.

RESIDENTIAL:

Meter Size	Minimum Charge	Commodity Rate per 1,000 Gallons Consumed	
5/8" x 3/4"	\$25.00	0 - 3,000 gallons - \$3.3617;	3,001 - 10,000 gallons - \$5.9502; gallons over 10,000 - \$9.2228
1"	\$62.50	0 - 15,000 gallons - \$5.9502;	gallons over 15,000 - \$9.2228
1 1/2"	\$125.00	0 - 30,000 gallons - \$5.9502;	gallons over 30,000 - \$9.2228
2"	\$200.00	0 - 50,000 gallons - \$5.9502;	gallons over 50,000 - \$9.2228
3"	\$400.00	0 - 100,000 gallons - \$5.9502;	gallons over 100,000 - \$9.2228
4"	\$625.00	0 - 150,000 gallons - \$5.9502;	gallons over 150,000 - \$9.2228
6"	\$1,250.00	0 - 330,000 gallons - \$5.9502;	gallons over 330,000 - \$9.2228
8"	\$2,000.00	0 - 525,000 gallons - \$5.9502;	gallons over 525,000 - \$9.2228
10"	\$2,875.00	0 - 775,000 gallons - \$5.9502;	gallons over 775,000 - \$9.2228

COMMERCIAL:

Meter Size	Minimum Charge	Commodity Rate per 1,000 Gallons Consumed	
5/8" x 3/4"	\$25.00	0 - 10,000 gallons - \$5.9502;	gallons over 10,000 - \$9.2228
1"	\$62.50	0 - 15,000 gallons - \$5.9502;	gallons over 15,000 - \$9.2228
1 1/2"	\$125.00	0 - 30,000 gallons - \$5.9502;	gallons over 30,000 - \$9.2228
2"	\$200.00	0 - 50,000 gallons - \$5.9502;	gallons over 50,000 - \$9.2228
3"	\$400.00	0 - 100,000 gallons - \$5.9502;	gallons over 100,000 - \$9.2228
4"	\$625.00	0 - 150,000 gallons - \$5.9502;	gallons over 150,000 - \$9.2228
6"	\$1,250.00	0 - 330,000 gallons - \$5.9502;	gallons over 330,000 - \$9.2228
8"	\$2,000.00	0 - 525,000 gallons - \$5.9502;	gallons over 525,000 - \$9.2228
10"	\$2,875.00	0 - 775,000 gallons - \$5.9502;	gallons over 775,000 - \$9.2228

INDUSTRIAL:

Meter Size	Minimum Charge	Commodity Rate per 1,000 Gallons Consumed	
5/8" x 3/4"	\$25.00	0 - 10,000 gallons - \$5.9502;	gallons over 10,000 - \$9.2228
1"	\$62.50	0 - 15,000 gallons - \$5.9502;	gallons over 15,000 - \$9.2228
1 1/2"	\$125.00	0 - 30,000 gallons - \$5.9502;	gallons over 30,000 - \$9.2228
2"	\$200.00	0 - 50,000 gallons - \$5.9502;	gallons over 50,000 - \$9.2228
3"	\$400.00	0 - 100,000 gallons - \$5.9502;	gallons over 100,000 - \$9.2228
4"	\$625.00	0 - 150,000 gallons - \$5.9502;	gallons over 150,000 - \$9.2228
6"	\$1,250.00	all gallons - \$5.9502	
8"	\$2,000.00	all gallons - \$5.9502	
10"	\$2,875.00	all gallons - \$5.9502	

CONSTRUCTION:

Meter Size	Minimum Charge	Commodity Rate per 1,000 Gallons Consumed	
2"	\$200.00	0 - 50,000 gallons - \$5.9502;	gallons over 50,000 - \$9.2228
3"	\$400.00	0 - 100,000 gallons - \$5.9502;	gallons over 100,000 - \$9.2228
4"	\$625.00	0 - 150,000 gallons - \$5.9502;	gallons over 150,000 - \$9.2228

SALES FOR RESALE:

Meter Size	Minimum Charge	Commodity Rate per 1,000 Gallons Consumed	
5/8" x 3/4"	\$25.00	all gallons - \$5.9502	
1"	\$62.50	all gallons - \$5.9502	
1 1/2"	\$125.00	all gallons - \$5.9502	
2"	\$200.00	all gallons - \$5.9502	
3"	\$400.00	all gallons - \$5.9502	
4"	\$625.00	all gallons - \$5.9502	
6"	\$1,250.00	all gallons - \$5.9502	
8"	\$2,000.00	all gallons - \$5.9502	
10"	\$2,875.00	all gallons - \$5.9502	

ADJUSTMENT: Plus the applicable proportionate part of any taxes or governmental impositions which are or may in the future be assessed on the basis of the gross revenues of the Company and/or the price or revenue from the water or service sold and/or the volume of water pumped or purchased for sale and/or sold hereunder and any tax or similar assessment based on the withdrawal, delivery or use of water. In the event of any increase or decrease in taxes or other governmental impositions, rates shall be adjusted to reflect such increase or decrease.

SPECIAL PROVISIONS: Subject to the Company's Tariff Schedule SC-265.

TERMS AND CONDITIONS: Subject to the Company's Tariff Schedule TC-243.

REVISED COIN MACHINE TARIFF



ARIZONA WATER COMPANY

WATER RATES - COIN MACHINE SERVICE

Filed by: William M. Garfield

Title: President

Date of Original Filing: December 16, 1964

System(s): **ALL SERVICE AREAS**

A.C.C. No. 520

Cancelling A.C.C. No. 506

Tariff or Schedule No. CM-266

Filed: April 30, 2012

Effective: May 1, 2012

AVAILABILITY: In all cities, towns and unincorporated areas in which the Company has a general water utility business where a coin operated machine is available for customers to haul water to the point of use.

RATE:

<u>System</u>	<u>No. of Gallons</u>	<u>Rate</u>
Ajo	38.00	\$0.25
Pinal Valley (includes Casa Grande, Coolidge, Stanfield)	109.00	\$0.25
Superstition (includes Apache Junction, Superior, Miami)	79.83	\$0.25
Sedona	118.94	\$0.25
Verde Valley (includes Pinewood, Rimrock)	53.76	\$0.25

TERMS AND CONDITIONS: Subject to the Company's tariff Schedule TC-243.

ADJUSTMENT: Plus the applicable proportionate part of any taxes or governmental impositions which are or may in the future be assessed on the basis of the gross revenues of the Company and/or the price or revenue from the water or service sold and/or the volume of water pumped or purchased for sale and/or sold hereunder and any tax or similar assessment based on the withdrawal, delivery or use of water. In the event of any increase or decrease in taxes or other governmental impositions, rates shall be adjusted to reflect such increase or decrease.

TERMS AND CONDITIONS: Subject to the Company's Tariff Schedule TC-243.

REVISED SERVICE CHARGE TARIFFS



ARIZONA WATER COMPANY

TARIFF SCHEDULE - SERVICE CHARGES

Filed by: William M. Garfield

Title: President

Date of Original Filing: April 27, 1983

System(s): **WESTERN GROUP (INCLUDES PINAL VALLEY, WHITE TANK, AJO)**

A.C.C. No. 522

Cancelling A.C.C. No. 507

Tariff or Schedule No. SC-265

Filed: May 3, 2012

Effective: May 1, 2012

AVAILABILITY: In the Pinal Valley (Casa Grande, Coolidge, Stanfield), White Tank and Ajo systems where the Company provides general water utility services.

1. **ESTABLISHMENT** - \$32.00, each time an account is established for all customers in the above systems.
2. **GUARANTEE DEPOSIT** - Residential maximum: Two (2) times average customer class bill. Non-Residential maximum: Two and one-half (2 ½) times that customer's estimated maximum monthly bill.
3. **RECONNECTION FOR DELINQUENCY** - \$32.00, each time customer is disconnected.
4. **RE-ESTABLISHMENT** - Eight (8) times the customer's monthly minimum charge, or payment of the minimums since disconnection, whichever is less.
5. **AFTER HOURS SERVICE CHARGE** - \$35.00, each service call-out after regular working hours, on Saturdays, Sundays, or holidays.
6. **RETURNED PAYMENT** - \$25.00, each returned payment.
7. **METER RE-READ** - \$25.00, each re-read.
8. **METER TEST** - No charge for the first test; for the second test for the same customer within any twelve (12) month period, \$25.00, or actual time and material, whichever is greater.
9. **SERVICE LINE AND METER INSTALLATION** -

<u>Meter Size</u>	<u>Service Line¹</u>	<u>Meter</u>	<u>Total¹</u>
5/8-inch	\$ 445.00	\$ 155.00	\$ 600.00
1-inch	495.00	315.00	810.00
2" turbine	830.00	1,045.00	1,875.00
2" compound	830.00	1,890.00	2,720.00
3" turbine	Actual Cost	Actual Cost	Actual Cost
3" compound	Actual Cost	Actual Cost	Actual Cost
4" turbine	Actual Cost	Actual Cost	Actual Cost
4" compound	Actual Cost	Actual Cost	Actual Cost
6" turbine	Actual Cost	Actual Cost	Actual Cost
6" compound	Actual Cost	Actual Cost	Actual Cost
8" turbine	Actual Cost	Actual Cost	Actual Cost
8" compound	Actual Cost	Actual Cost	Actual Cost
10" turbine	Actual Cost	Actual Cost	Actual Cost
10" compound	Actual Cost	Actual Cost	Actual Cost

¹Actual cost of service line if boring under roadway is required.

10. **LATE CHARGE** - 1.5 percent after 15 days.

ADJUSTMENT: Plus the applicable proportionate part of any taxes or governmental impositions which are or may in the future be assessed on the basis of the gross revenues of the Company and/or the price or revenue from the water or service sold and/or the volume of water pumped or purchased for sale and/or sold hereunder and any tax or similar assessment based on the withdrawal, delivery or use of water. In the event of any increase or decrease in taxes or other governmental impositions, rates shall be adjusted to reflect such increase or decrease.

TERMS AND CONDITIONS: Subject to the Company's Tariff Schedule TC-243.



ARIZONA WATER COMPANY

TARIFF SCHEDULE - SERVICE CHARGES

Filed by: William M. Garfield

Title: President

Date of Original Filing: April 27, 1983

System(s): **EASTERN GROUP (INCLUDES SUPERSTITION, COCHISE, SAN MANUEL,
ORACLE, SADDLEBROOKE RANCH, WINKELMAN)
NORTHERN GROUP (INCLUDES SEDONA, VERDE VALLEY, NAVAJO)**

A.C.C. No. 523

Cancelling A.C.C. No. 507

Tariff or Schedule No. SC-265

Filed: May 3, 2012

Effective: May 1, 2012

AVAILABILITY: In the Superstition, Cochise, San Manuel, Oracle, SaddleBrooke Ranch, Winkelman, Sedona, Verde Valley and Navajo systems where the Company provides general water utility services.

1. **ESTABLISHMENT** - \$16.00, each time an account is established for all customers in the above systems.
2. **GUARANTEE DEPOSIT** - Residential maximum: Two (2) times average customer class bill. Non-Residential maximum: Two and one-half (2 ½) times that customer's estimated maximum monthly bill.
3. **RECONNECTION FOR DELINQUENCY** - \$16.00, each time customer is disconnected.
4. **RE-ESTABLISHMENT** - Eight (8) times the customer's monthly minimum charge, or payment of the minimums since disconnection, whichever is less.
5. **SERVICE CALL OUT** - During regular working hours - No charge. After regular working hours, on Saturdays, Sundays, or holidays - \$35.00.
6. **RETURNED CHECK** - \$25.00 for each check returned.
7. **METER RE-READ** - No Charge, if done during regular working hours, otherwise, a \$35.00 service call out.
8. **METER TEST** - No charge for the first test; for the second test for the same customer within any twelve (12) month period, \$50.00, or actual time and material, whichever is greater.
9. **SERVICE LINE AND METER INSTALLATION** -

<u>Meter Size</u>	<u>Service Line</u>	<u>Meter</u>	<u>Total</u>
5/8-inch	\$ 445.00	\$ 155.00	\$ 600.00
1-inch	495.00	315.00	810.00
2" turbine	830.00	1,045.00	1,875.00
2" compound	830.00	1,890.00	2,720.00
3" turbine	1,045.00	1,670.00	2,715.00
3" compound	1,165.00	2,545.00	3,710.00
4" turbine	1,490.00	2,670.00	4,160.00
4" compound	1,670.00	3,645.00	5,315.00
6" turbine	2,210.00	5,025.00	7,235.00
6" compound	2,330.00	6,920.00	9,250.00
8" turbine	2,210.00	5,025.00	7,235.00
8" compound	2,330.00	6,920.00	9,250.00
10" turbine	2,210.00	5,025.00	7,235.00
10" compound	2,330.00	6,920.00	9,250.00

10. **LATE CHARGE** - 1.5 percent after 15 days.

ADJUSTMENT: Plus the applicable proportionate part of any taxes or governmental impositions which are or may in the future be assessed on the basis of the gross revenues of the Company and/or the price or revenue from the water or service sold and/or the volume of water pumped or purchased for sale and/or sold hereunder and any tax or similar assessment based on the withdrawal, delivery or use of water. In the event of any increase or decrease in taxes or other governmental impositions, rates shall be adjusted to reflect such increase or decrease.

TERMS AND CONDITIONS: Subject to the Company's Tariff Schedule TC-243.

REVISED PRIVATE FIRE SERVICE TARIFF



ARIZONA WATER COMPANY

WATER RATES - PRIVATE FIRE SERVICE

Filed by: William M. Garfield

Title: President

Date of Original Filing: April 1, 1955

System(s): **ALL SERVICE AREAS LISTED BELOW**

A.C.C. No. 521

Cancelling A.C.C. No. 508

Tariff or Schedule No. PF-242

Filed: May 3, 2012

Effective: May 1, 2012

AVAILABILITY: In all cities, towns and unincorporated areas in which the Company provides general water utility services where facilities of adequate capacity and pressure are adjacent to the premises to be served.

APPLICATION: To all water service furnished for the specific purpose of providing private fire service. No water may be taken through private fire service systems for any purpose other than for the extinguishment of fires.

MONTHLY RATE:

System	All Meter Connection Sizes
Superstition (Includes Apache Junction, Superior, Miami)	\$ 26.24
Bisbee	\$ 23.85
Sierra Vista	\$ 23.85
San Manuel	\$ 23.91
Oracle	\$ 23.61
Winkelman	\$ 22.83
Pinal Valley (Includes Casa Grande, Coolidge, Stanfield)	\$ 25.00
White Tank	\$ 25.00
Ajo	\$ 25.00
Navajo (Includes Lakeside, Overgaard)	\$ 22.58
Sedona	\$ 25.89
Verde Valley (Includes Pinewood, Rimrock)	\$ 25.89

ADJUSTMENT: Plus the applicable proportionate part of any taxes or governmental impositions which are or may in the future be assessed on the basis of the gross revenues of the Company and/or the price or revenue from the water or service sold and/or the volume of water pumped or purchased for sale and/or sold hereunder and any tax or similar assessment based on the withdrawal, delivery or use of water. In the event of any increase or decrease in taxes or other governmental impositions, rates shall be adjusted to reflect such increase or decrease.

SPECIAL PROVISIONS:

1. The Customer will pay, without refund, the entire cost of the private fire service.
2. The private fire service shall be installed by the Company or under the Company's direction and shall be the sole property and subject to the control of the Company, with the right to alter, repair, replace and remove upon discontinuance of service.
3. The minimum diameter for private fire service will be four (4) inches. The maximum diameter shall not be larger than the diameter of the water main to which the fire protection service is attached unless said main is circulating, in which case with the approval of the Company the maximum diameter may be larger than the diameter of said circulating main.
4. If a water main of adequate size is not available adjacent to the premises to be served, then a new main from the nearest existing main of adequate size will be installed by the Company at the cost of the customer. Such cost shall not be subject to refund.
5. The private fire service facilities will include a detector check valve, backflow prevention device, or other similar device acceptable to the Company which will indicate the use of water. The facilities may be located within the customer's premises or within public right-of-way adjacent thereto. Where located within the premises, the Company and its duly authorized agents shall have the right of ingress to and egress from the premises for all purposes related to said facilities.
6. The customer must notify the Company within 48 hours of private fire service activation, resulting in the use of water in any amount.
7. No structure shall be built over the private fire service and the customer shall maintain and safeguard the area occupied by the service from traffic and other hazardous conditions. The customer will be responsible for any damage to the private fire service facilities whether resulting from the use or operation of appliances and facilities on customer's premises or otherwise.
8. Subject to the approval of the Company, any change in the location or construction of the private fire service as may be requested by public authority or the customer will be made by the Company following payment to the Company of the entire cost of such change.
9. The customer's installation must be such as to separate effectively the private fire service from that of the customer's regular domestic water service. Any unauthorized use of water through the private fire service will be charged for at the applicable tariff rates and may be grounds for the Company's discontinuing private fire service without liability.
10. There shall be no cross connection between the systems supplied by water through the Company's private fire service and any other source of supply without the specific approval of the Company. The specific approval, if given, will at least require, at the customer's expense, a special double check valve installation or other device acceptable to the Company. Any unauthorized cross connection may be grounds for immediately discontinuing private fire service without liability.
11. The Company will supply only such water at such pressures as may be available from time to time as a result of the normal operation of its water system. The Company does not guarantee a specific water pressure or gallons-per-minute flow rate at any of the private fire service facilities installed. In the event service is interrupted or irregular or defective or fails from causes beyond the Company's control or through ordinary negligence of its employees, servants or agents, the Company will not be liable for any injuries or damages arising therefrom.
12. The customer shall make no claim against the Company for any loss or damage resulting from services provided under this schedule except for the Company's gross negligence.

TERMS AND CONDITIONS: Subject to the Company's Tariff Schedule TC-243

**REVISED CAP HOOK-UP FEE TARIFFS
(RENAMED CAP M&I FEE)**



ARIZONA WATER COMPANY

TARIFF SCHEDULE – CENTRAL ARIZONA PROJECT M&I FEE

Filed by: William M. Garfield

Title: President

Date of Original Filing: November, 30, 2005

System(s): **PINAL VALLEY (CASA GRANDE)**

A.C.C. No. 524

Cancelling A.C.C. No. 479

Tariff or Schedule No. HU-279

Filed: May 3, 2012

Effective: May 1, 2012

I. PURPOSE AND APPLICABILITY

The purpose of the Central Arizona Project ("CAP") M&I Fee ("CAP M&I Fee") payable to **Arizona Water Company** ("the Company") pursuant to this tariff is to equitably apportion the costs of CAP water. These charges are applicable to all new service connections established after the effective date of the tariff. The charges are one-time charges and are payable as a condition to the Company's establishment of service, as more particularly provided below.

II. DEFINITIONS

Unless the context otherwise requires, the definitions set forth in R-14-2-401 of the Arizona Corporation Commission's ("Commission") rules and regulations governing water utilities shall apply in interpreting this tariff schedule.

"Applicant" means any party entering into an agreement with the Company for the installation of water facilities to serve new service connections.

"CAP costs" means Commission allowed on-going and deferred costs known as Municipal and Industrial ("M&I") capital charges incurred by the Company with regard to its CAP water allocations. These costs shall include allowance for funds used during construction which rate shall be the Company's annual cost of debt.

"Company" means Arizona Water Company, an Arizona corporation.

"Main Extension Agreement" means any agreement whereby an applicant agrees to advance the costs of the installation of water facilities to the Company to serve new service connections, or install water facilities to serve new service connections and transfer ownership of such water facilities to the Company, which agreement shall require the approval of the Commission's Utilities Division (same as line extension agreement).

"Service Connection" means and includes all service connections for residential, commercial, industrial, or other uses, regardless of meter size except for temporary services and separate fire protection services.



ARIZONA WATER COMPANY

CENTRAL ARIZONA PROJECT M&I FEE (continued)

HU-279

III. CAP M&I FEE CHARGES

Each new service connection shall pay the CAP M&I Fee derived from the following table:

I. Meter Size	II. Fee
$\frac{5}{8}$ " x $\frac{3}{4}$ "	\$208
$\frac{3}{4}$ "	\$208
1"	\$208
1-1/2"	\$733
2"	\$1,173
3"	\$2,347
4"	\$3,667
6" or larger	\$7,333

IV. TERMS AND CONDITIONS

- (A) Assessment of One Time CAP M&I Fee: The CAP M&I Fee may be assessed only once per service connection, or lot within a platted subdivision (similar to service line and meter installation charges). However, this provision does not exempt from the CAP M&I Fee, any newly created parcel(s) which are the result of further subdivision of a lot or land parcel and which do not have a service connection.
- (B) Use of CAP M&I Fee: CAP M&I Fees may only be used to pay for CAP costs as defined herein. CAP M&I Fees shall not be used for expenses, maintenance, or operational purposes.
- (C) Time of Payment:
- (1) In the event that the Applicant is required to enter into a main extension agreement, whereby the Applicant agrees to advance the costs of installing mains to which new direct service connections will be made, valves, fittings, hydrants and other on-site improvements in order to extend service in accordance with R-14-2-406(B), payment of the charges required hereunder for those service connections shall be made by the Applicant within 15 calendar days after receipt of notification from the Company that the Utilities Division of the Commission has approved the main extension agreement in accordance with R-14-2-406(M).
 - (2) In the event the Applicant is not required to enter into a main extension agreement, the charges hereunder shall be due and payable at the time the service is initially established.
- (D) Failure to Pay Charges, Delinquent Payments: Under no circumstances will the Company set a meter or otherwise allow service to be established if the Applicant has not paid in full all charges as provided by this CAP M&I Fee tariff.
- (E) CAP M&I Fee Non-refundable: The amounts collected by the Company pursuant to this CAP M&I Fee Tariff shall be non-refundable.
- (F) Use of Charges Received: All funds collected by the Company as CAP M&I Fees shall be used solely for the purpose of paying for CAP costs as defined herein.
- (G) CAP M&I Fee in Addition to Other Charges: The CAP M&I Fee shall be in addition to any costs associated with a main extension agreement for on-site facilities, and are in addition to the amounts to be advanced pursuant to charges authorized under other sections of this tariff.
- (H) Termination of CAP M&I Fee: The CAP M&I Fee shall be terminated when all CAP costs (as defined herein) have been collected or when ordered by the Commission, whichever occurs first.



ARIZONA WATER COMPANY

TARIFF SCHEDULE – CENTRAL ARIZONA PROJECT M&I FEE

Filed by: William M. Garfield

Title: President

Date of Original Filing: November, 30, 2005

System(s): **PINAL VALLEY (COOLIDGE)**

A.C.C. No. 525

Cancelling A.C.C. No. 478

Tariff or Schedule No. HU-278

Filed: May 3, 2012

Effective: May 1, 2012

I. PURPOSE AND APPLICABILITY

The purpose of the Central Arizona Project ("CAP") M&I Fee ("CAP M&I Fee") payable to **Arizona Water Company** ("the Company") pursuant to this tariff is to equitably apportion the costs of CAP water. These charges are applicable to all new service connections established after the effective date of the tariff. The charges are one-time charges and are payable as a condition to the Company's establishment of service, as more particularly provided below.

II. DEFINITIONS

Unless the context otherwise requires, the definitions set forth in R-14-2-401 of the Arizona Corporation Commission's ("Commission") rules and regulations governing water utilities shall apply in interpreting this tariff schedule.

"Applicant" means any party entering into an agreement with the Company for the installation of water facilities to serve new service connections.

"CAP costs" means Commission allowed on-going and deferred costs known as Municipal and Industrial ("M&I") capital charges incurred by the Company with regard to its CAP water allocations. These costs shall include allowance for funds used during construction which rate shall be the Company's annual cost of debt.

"Company" means Arizona Water Company, an Arizona corporation.

"Main Extension Agreement" means any agreement whereby an applicant agrees to advance the costs of the installation of water facilities to the Company to serve new service connections, or install water facilities to serve new service connections and transfer ownership of such water facilities to the Company, which agreement shall require the approval of the Commission's Utilities Division (same as line extension agreement).

"Service Connection" means and includes all service connections for residential, commercial, industrial, or other uses, regardless of meter size except for temporary services and separate fire protection services.



ARIZONA WATER COMPANY

CENTRAL ARIZONA PROJECT M&I FEE (continued)

HU-278

III. CAP M&I FEE CHARGES

Each new service connection shall pay the CAP M&I Fee derived from the following table:

I. Meter Size	II. Fee
5/8" x 3/4"	\$150
3/4"	\$150
1"	\$150
1-1/2"	\$500
2"	\$800
3"	\$1,600
4"	\$2,500
6" or larger	\$5,000

IV. TERMS AND CONDITIONS

- (A) Assessment of One Time CAP M&I Fee: The CAP M&I Fee may be assessed only once per service connection, or lot within a platted subdivision (similar to service line and meter installation charges). However, this provision does not exempt from the CAP M&I Fee, any newly created parcel(s) which are the result of further subdivision of a lot or land parcel and which do not have a service connection.
- (B) Use of CAP M&I Fee: CAP M&I Fees may only be used to pay for CAP costs as defined herein. CAP M&I Fees shall not be used for expenses, maintenance, or operational purposes.
- (C) Time of Payment:
- (1) In the event that the Applicant is required to enter into a main extension agreement, whereby the Applicant agrees to advance the costs of installing mains to which new direct service connections will be made, valves, fittings, hydrants and other on-site improvements in order to extend service in accordance with R-14-2-406(B), payment of the charges required hereunder for those service connections shall be made by the Applicant within 15 calendar days after receipt of notification from the Company that the Utilities Division of the Commission has approved the main extension agreement in accordance with R-14-2-406(M).
 - (2) In the event the Applicant is not required to enter into a main extension agreement, the charges hereunder shall be due and payable at the time the service is initially established.
- (D) Failure to Pay Charges, Delinquent Payments: Under no circumstances will the Company set a meter or otherwise allow service to be established if the Applicant has not paid in full all charges as provided by this CAP M&I Fee tariff.
- (E) CAP M&I Fee Non-refundable: The amounts collected by the Company pursuant to this CAP M&I Fee Tariff shall be non-refundable.
- (F) Use of Charges Received: All funds collected by the Company as CAP M&I Fees shall be used solely for the purpose of paying for CAP costs as defined herein.
- (G) CAP M&I Fee in Addition to Other Charges: The CAP M&I Fee shall be in addition to any costs associated with a main extension agreement for on-site facilities, and are in addition to the amounts to be advanced pursuant to charges authorized under other sections of this tariff.
- (H) Termination of CAP M&I Fee: The CAP M&I Fee shall be terminated when all CAP costs (as defined herein) have been collected or when ordered by the Commission, whichever occurs first.



ARIZONA WATER COMPANY

TARIFF SCHEDULE – CENTRAL ARIZONA PROJECT M&I FEE

Filed by: William M. Garfield

Title: President

Date of Original Filing: November, 30, 2005

System(s): **WHITE TANK**

A.C.C. No. 526

Cancelling A.C.C. No. 480

Tariff or Schedule No. HU-280

Filed: May 3, 2012

Effective: May 1, 2012

I. PURPOSE AND APPLICABILITY

The purpose of the Central Arizona Project ("CAP") M&I Fee ("CAP M&I Fee") payable to **Arizona Water Company** ("the Company") pursuant to this tariff is to equitably apportion the costs of CAP water. These charges are applicable to all new service connections established after the effective date of the tariff. The charges are one-time charges and are payable as a condition to the Company's establishment of service, as more particularly provided below.

II. DEFINITIONS

Unless the context otherwise requires, the definitions set forth in R-14-2-401 of the Arizona Corporation Commission's ("Commission") rules and regulations governing water utilities shall apply in interpreting this tariff schedule.

"Applicant" means any party entering into an agreement with the Company for the installation of water facilities to serve new service connections.

"CAP costs" means Commission allowed on-going and deferred costs known as Municipal and Industrial ("M&I") capital charges incurred by the Company with regard to its CAP water allocations. These costs shall include allowance for funds used during construction which rate shall be the Company's annual cost of debt.

"Company" means Arizona Water Company, an Arizona corporation.

"Main Extension Agreement" means any agreement whereby an applicant agrees to advance the costs of the installation of water facilities to the Company to serve new service connections, or install water facilities to serve new service connections and transfer ownership of such water facilities to the Company, which agreement shall require the approval of the Commission's Utilities Division (same as line extension agreement).

"Service Connection" means and includes all service connections for residential, commercial, industrial, or other uses, regardless of meter size except for temporary services and separate fire protection services.



ARIZONA WATER COMPANY

CENTRAL ARIZONA PROJECT M&I FEE (continued)

HU-280

III. CAP M&I FEE CHARGES

Each new service connection shall pay the CAP M&I Fee derived from the following table:

I. Meter Size	II. Fee
5/8" x 3/4"	\$500
3/4"	\$500
1"	\$500
1-1/2"	\$1,667
2"	\$2,667
3"	\$5,333
4"	\$8,333
6" or larger	\$16,667

IV. TERMS AND CONDITIONS

- (A) Assessment of One Time CAP M&I Fee: The CAP M&I Fee may be assessed only once per service connection, or lot within a platted subdivision (similar to service line and meter installation charges). However, this provision does not exempt from the CAP M&I Fee, any newly created parcel(s) which are the result of further subdivision of a lot or land parcel and which do not have a service connection.
- (B) Use of CAP M&I Fee: CAP M&I Fees may only be used to pay for CAP costs as defined herein. CAP M&I Fees shall not be used for expenses, maintenance, or operational purposes.
- (C) Time of Payment:
- (1) In the event that the Applicant is required to enter into a main extension agreement, whereby the Applicant agrees to advance the costs of installing mains to which new direct service connections will be made, valves, fittings, hydrants and other on-site improvements in order to extend service in accordance with R-14-2-406(B), payment of the charges required hereunder for those service connections shall be made by the Applicant within 15 calendar days after receipt of notification from the Company that the Utilities Division of the Commission has approved the main extension agreement in accordance with R-14-2-406(M).
 - (2) In the event the Applicant is not required to enter into a main extension agreement, the charges hereunder shall be due and payable at the time the service is initially established.
- (D) Failure to Pay Charges, Delinquent Payments: Under no circumstances will the Company set a meter or otherwise allow service to be established if the Applicant has not paid in full all charges as provided by this CAP M&I Fee tariff.
- (E) CAP M&I Fee Non-refundable: The amounts collected by the Company pursuant to this CAP M&I Fee Tariff shall be non-refundable.
- (F) Use of Charges Received: All funds collected by the Company as CAP M&I Fees shall be used solely for the purpose of paying for CAP costs as defined herein.
- (G) CAP M&I Fee in Addition to Other Charges: The CAP M&I Fee shall be in addition to any costs associated with a main extension agreement for on-site facilities, and are in addition to the amounts to be advanced pursuant to charges authorized under other sections of this tariff.
- (H) Termination of CAP M&I Fee: The CAP M&I Fee shall be terminated when all CAP costs (as defined herein) have been collected or when ordered by the Commission, whichever occurs first.

OFF-SITE FACILITIES FEE TARIFF



ARIZONA WATER COMPANY

TARIFF SCHEDULE – OFF-SITE FACILITIES FEE (WATER)

Filed by: William M. Garfield

Title: President

Date of Original Filing: April 30, 2012

System(s): **PINAL VALLEY (CASA GRANDE, COOLIDGE, STANFIELD)**

A.C.C. No. 527

Cancelling A.C.C. No. N/A

Tariff or Schedule No. FF-101

Filed: April 30, 2012

Effective: May 1, 2012

I. Purpose and Applicability

The purpose of the off-site facilities fees payable to Arizona Water Company (“the Company”) pursuant to this tariff is to equitably apportion the costs of constructing additional off-site facilities necessary to provide water production, treatment, delivery, storage and pressure among all new service connections. These charges are applicable to all new service connections established after the effective date of this tariff undertaken via Main Extension Agreements or requests for service not requiring a Main Extension Agreement. The charges are one-time charges and are payable as a condition to Company’s establishment of service, as more particularly provided below.

II. Definitions

Unless the context otherwise requires, the definitions set forth in R-14-2-401 of the Arizona Corporation Commission’s (“Commission”) rules and regulations governing water utilities shall apply in interpreting this tariff schedule.

“Applicant” means any party entering into an agreement with Company for the installation of water facilities to serve new service connections, including Developers and/or Builders of new residential subdivisions and/or commercial and industrial properties.

“CAP Water” means water from the Central Arizona Project provided directly or indirectly to the Company.

“Company” means Arizona Water Company.

“Main Extension Agreement” means any agreement whereby an Applicant agrees to advance the costs of the installation of water facilities necessary for the Company to serve new service connections within a development, or installs such water facilities necessary to serve new service connections and transfer ownership of such water facilities to the Company, which agreement shall require the approval of the Commission pursuant to A.A.C. R-14-2-406, and shall have the same meaning as “Water Facilities Agreement” or “Line Extension Agreement.”

“Off-site Facilities” means water treatment facilities, including treatment of CAP Water and other available water supplies, storage tanks and related appurtenances and equipment necessary for proper operation of such water treatment facilities, including engineering and design costs. Off-site facilities may also include booster pumps, wells for recovery of stored CAP water or other groundwater supplies, pressure tanks, transmission mains and related appurtenances and equipment necessary for proper operation of such facilities if these facilities are not for the exclusive use of the applicant and will benefit the entire water system.



ARIZONA WATER COMPANY
OFF-SITE FACILITIES FEE (WATER) (continued)

“Service Connection” means and includes all service connections for single-family residential or commercial, industrial other uses, regardless of meter size.

III. Off-Site Water Facilities Fee

For each new service connection, the Company shall collect an off-site facilities fee derived from the following table:

OFF-SITE FACILITIES FEE TABLE		
Meter Size	Size Factor	Total Fee
5/8" x 3/4 "	1	\$3,500
3/4"	1.5	\$5,250
1"	2.5	\$8,750
1-1/2 "	5	\$17,500
2"	8	\$28,000
3"	16	\$56,000
4"	25	\$87,500
6" or larger	50	\$175,000

IV. Terms and Conditions

(A) Assessment of One Time Off-Site Facilities Fee: The off-site facilities fee may be assessed only once per parcel, service connection, or lot within a subdivision (similar to meter and service line installation charge). These charges are not applicable to additional service connections that are established as back-up connections, under the condition that these service connections are not to be used at the same time.

(B) Use of Off-Site Facilities Fee: Off-site facilities fees may only be used to pay for capital items of off-site facilities or for repayment of loans obtained to fund the cost of installation of off-site facilities. Off-site facilities fees shall not be used to cover repairs, maintenance, or operational costs. The Company shall record amounts collected under tariff as Contributions in Aid of Construction (“CIAC”); however, such amounts shall not be deducted from rate base until such amounts have been expended for utility plant.

(C) Time of Payment:

- 1) For those requiring a Main Extension Agreement: In the event that the Applicant is required to enter into a Main Extension Agreement, whereby the Applicant agrees to advance the costs of installing mains, valves, fittings, hydrants and other on-site improvements or construct such improvements in order to extend service in accordance with R-14-2-406(B), payment of the off-site facilities fees required hereunder shall be made by the Applicant no



ARIZONA WATER COMPANY
OFF-SITE FACILITIES FEE (WATER) (continued)

later than 15 calendar days after receipt of notification from the Company that the Utilities Division of the Arizona Corporation Commission has approved the Main Extension Agreement in accordance with R-14-2-406(M).

- 2) For those connecting to an existing main: In the event that the Applicant is not required to enter into a Main Extension Agreement, the off-site facilities fee charges hereunder shall be due and payable at the time the meter and service line installation fee is due and payable.

(D) Off-Site Facilities Construction By Developer: Company and Applicant may agree to construction of off-site facilities necessary to serve a particular development by Applicant, which facilities are then conveyed to Company. In that event, Company shall credit the total cost of such off-site facilities as an offset to off-site facilities fees due under this Tariff. If the total cost of the off-site facilities constructed by Applicant and conveyed to Company is less than the applicable off-site facilities fees under this Tariff, Applicant shall pay the remaining amount of off-site facilities fees owed hereunder. If the total cost of the off-site facilities contributed by Applicant and conveyed to Company is more than the applicable off-site facilities fees under this Tariff, Applicant shall be refunded the difference upon acceptance of the off-site facilities by the Company.

(E) Failure to Pay Charges; Delinquent Payments: The Company will not be obligated to make an advance commitment to provide or actually provide water service to any Applicant in the event that the Applicant has not paid in full all charges hereunder. Under no circumstances will the Company set a meter or otherwise allow service to be established if the entire amount of any payment due hereunder has not been paid.

(F) Large Subdivision and/or Development Projects: In the event that the Applicant is engaged in the development of a residential subdivision and/or development containing more than 150 lots, the Company may, in its discretion, agree to payment of off-site facilities fees in installments. Such installments may be based on the residential subdivision and/or development's phasing, and should attempt to equitably apportion the payment of charges hereunder based on the Applicant's construction schedule and water service requirements. In the alternative, the Applicant shall post an irrevocable letter of credit in favor of the Company in a commercially reasonable form, which may be drawn by the Company consistent with the actual or planned construction and hook up schedule for the subdivision and/or development.

(G) Off-Site Facilities Fees Non-refundable: The amounts collected by the Company as off-site facilities fees shall be non-refundable contributions in aid of construction.

(H) Use of Off-Site Facilities Fees Received: All funds collected by the Company as off-site facilities fees shall be deposited into a separate interest bearing bank account and used solely for the purposes of paying for the costs of installation of off-site facilities, including repayment of loans obtained for the installation of off-site facilities that will benefit the entire water system.

(I) Off-Site Facilities Fee in Addition to On-site Facilities: The off-site facilities fee shall be in addition to any costs associated with the construction of on-site facilities under a Main Extension Agreement.



ARIZONA WATER COMPANY
OFF-SITE FACILITIES FEE (WATER) (continued)

(J) Disposition of Excess Funds: After all necessary and desirable off-site facilities are constructed utilizing funds collected pursuant to this tariff, or if the off-site facilities fee tariff has been terminated by order of the Arizona Corporation Commission, any funds remaining in the bank account shall be refunded. The manner of the refund shall be determined by the Commission at the time a refund becomes necessary.

(K) Fire Flow Requirements: In the event the Applicant for service has fire flow requirements that require additional facilities not covered by this tariff, such additional facilities shall be constructed under a separate Main Extension Agreement as a non-refundable contribution and shall be in addition to the off-site facilities fees.

(L) Status Reporting Requirements to the Commission: The Company shall submit a calendar year off-site facilities fee status report each January 31st to Docket Control for the prior twelve (12) month period, beginning January 31, 2013, until the off-site facilities fee tariff is no longer in effect. This status report shall contain a list of all customers that have paid the off-site facilities fee, the amount each has paid, the physical location/address of the property in respect of which such fee was paid, the amount of money spent from the account, the amount of interest earned on the funds within the tariff account, and a list of all facilities that have been installed with the tariff funds during the 12 month period.